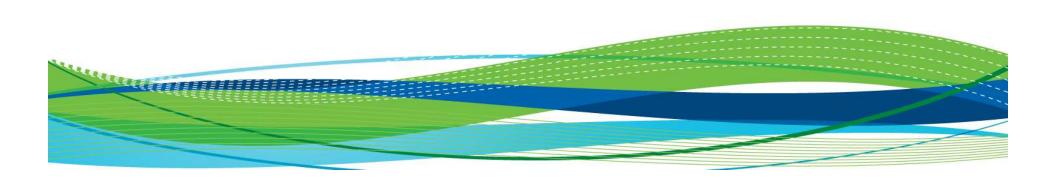


Rural Innovation

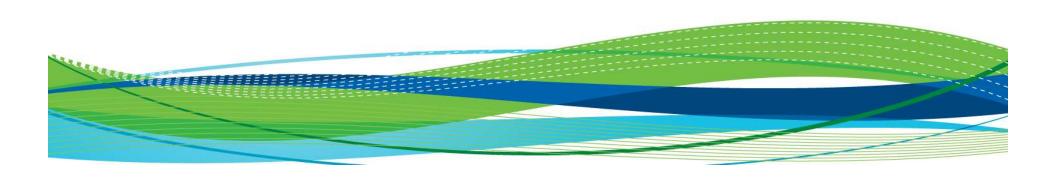
Volume to Results: A major leap



Transformation to Population Health Management



Novelty Trending Reality 2011 2013 Reality

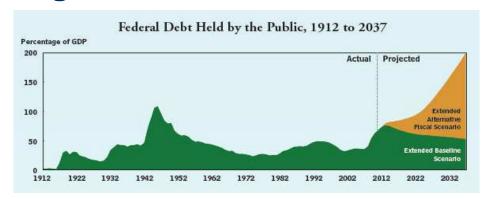


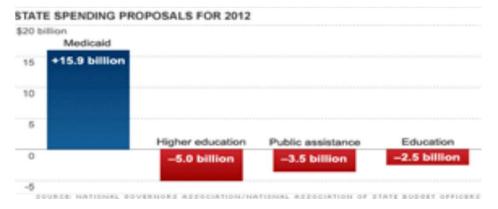
Market Pressures Increasing

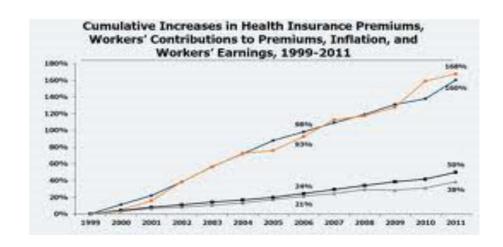
Federal

State

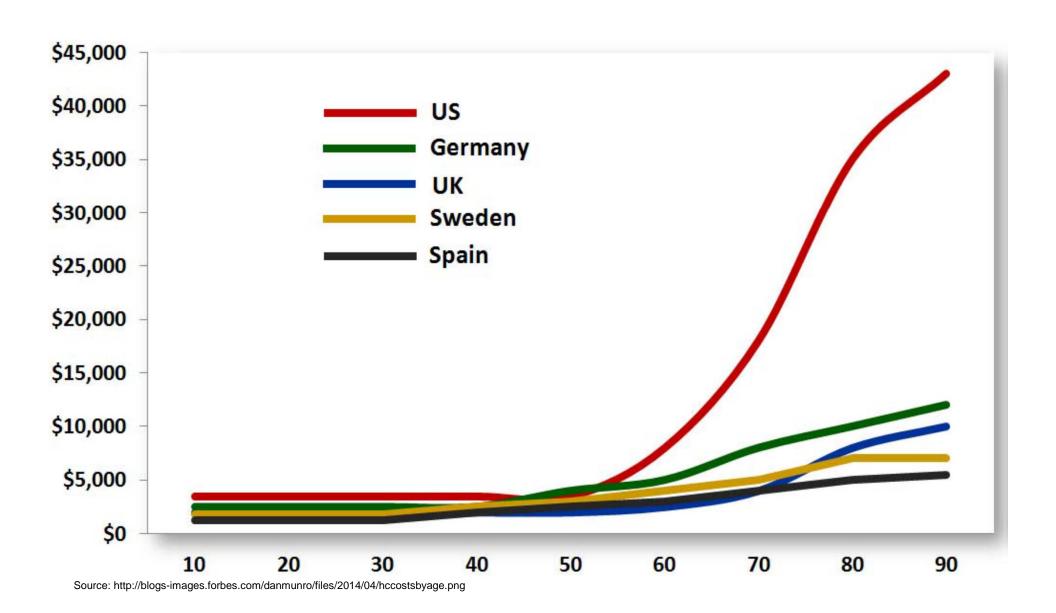
Employee/Commercial





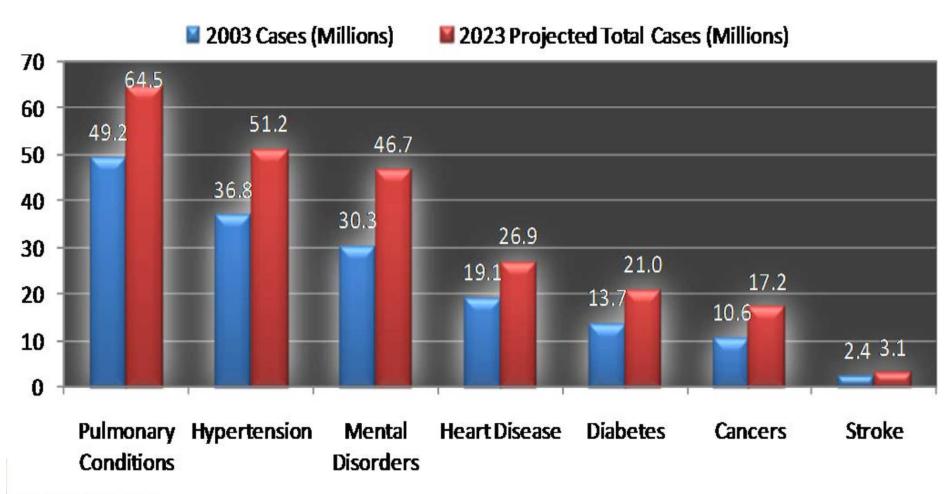


Industrialized Countries: Annual Spending by Age



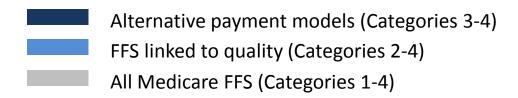
Chronic Disease Growth Projections

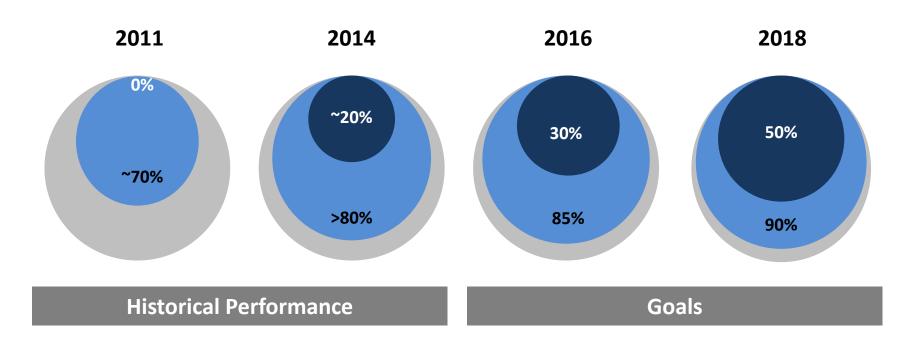




State of Healthcare 2010

Target percentage of payments in 'FFS linked to quality' and 'alternative payment models' by 2016 and 2018





Payment Framework



Category 1 Fee for Service – No Link to

Quality & Value



Category 2
Fee for Service –
Link to
Quality & Value

Foundational Payments for Infrastructure & Operations

В

Pay for Reporting

C

Rewards for Performance

D

Rewards and Penalties for Performance



Category 3 APMs Built on Fee-for-Service Architecture

A

APMs with Upside Gainsharing

В

APMs with Upside Gainsharing/Downside Risk



Category 4
Population-Based
Payment

Α

Condition-Specific Population-Based Payment

B

Comprehensive Population-Based Payment

MACRA of 2015: Quality Payment Program



Incentivizes movement to alternative payment models (APM) or Participate in MIPS

APMs

- Patient Centered Medical Homes
- Accountable Care Organizations
- Bundled Payments
- Episodes of Care
- Yet to be Invented

Revenue Requirements

- 2018-19 25% of Physician Revenues through APMs
- Receive 5% Fee Schedule Bonus
- Revenue threshold increases each year

MACRA of 2015: Quality Payment Program



Merit-based Incentive Payment System (MIPS)

- Minimal FFS yearly increase next 10 years of 0.5%, then 0%
- MIPS (eventually -4% to +27% adjustment)—Based on quality, resource use and clinical practice improvement activities
- 41% payment difference between highest and lowest performing physicians



The Health Care Payment Learning and Action Network (LAN) was launched to accelerate adoption and align methods of APMs

- Medicare alone cannot drive sustained progress towards alternative payment models (APM)
- Success depends upon a critical mass of partners adopting new models
- More than 50 organizations have committed support, including AARP, Anthem, Humana, National Partnership for Women & Families, Partners Healthcare, Rite Aid, Walgreens, Walmart, States of MA and NY

Network Objectives

- Match or exceed Medicare alternative payment model goals across the US health system
 - -30% in APM by 2016
 - -50% in APM by 2018
- Shift momentum from CMS to private payer/purchaser and state communities
- Align on core aspects of alternative payment design



Work and Affinity Groups



Work Groups:

- APM Framework
- Clinical Episode Payments
- Population Based Payments
- Payment Reform Evaluation Hub

Affinity Groups:

- Consumer and Patient
- Purchasers/Employers
- State Engagement Group

NRHA Request:

Rural Affinity Group

LAN Communications



Join work group **affiliated communities** to provide input on work group products

<u>PaymentNetwork@MITRE.org</u>

<u>http://innovationgov.force.com/hcplan</u>



The control of the co

Visit the LAN **website** to learn more and find resources https://publish.mitre.org/hcplan

NRHA APM/DSR SIG



Alternative Payment Model/Delivery System Reform Special Interest Group

- Leadership Team meets to review published rules and white papers from the HCPLAN
- Daylong preconference at NRHAs Policy Institute
- Innovation Summit in Minneapolis May 10-13, 2016
- Dedicated APM/DSR Track at RHC/CAH Sept. 20-23, 2016
- Committed to spreading best practices on innovation

ACO Activity By the Numbers

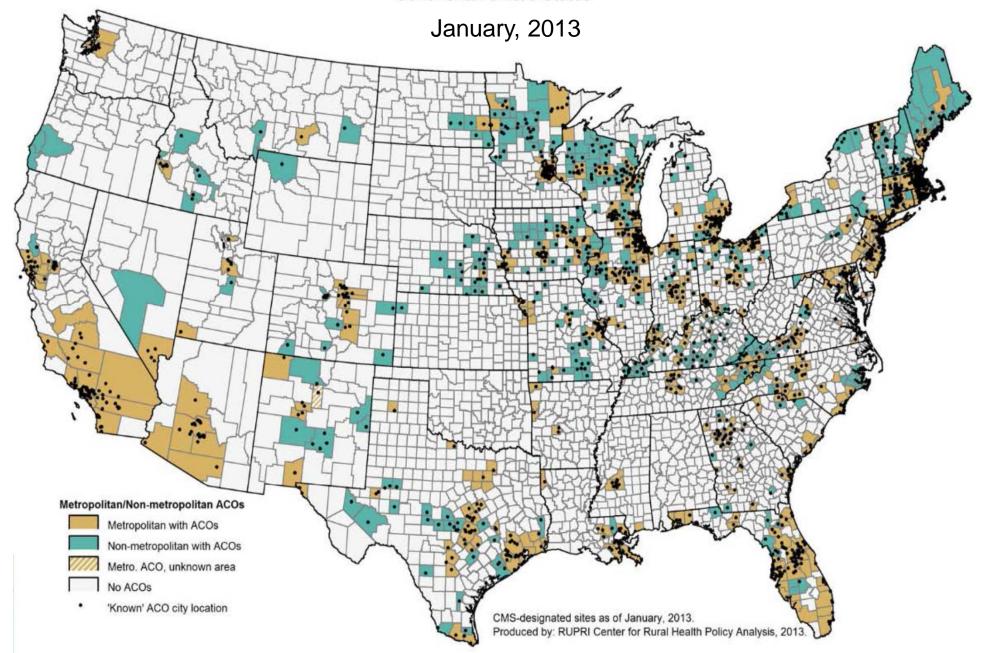


Your voice. Louder.

- ACOs operate in 72.% of metropolitan counties, 39.7% of nonmetropolitan counties
- 7.6 million beneficiaries now receiving care through ACOs
- Rural sites in all four census regions
- Approximately half of Medicare ACOs have rural presence, although for 18% (76) that is between 1 and 24 percent of counties included
- 7 (1.7%) are 100% non-metropolitan
- 23 (5.4%) are 75-99% non-metropolitan
- 104 (24.6%) are 25-74% non-metropolitan
- At least 37 of the 101 new ACOs in 2016 have a rural presence, many of those exclusively rural

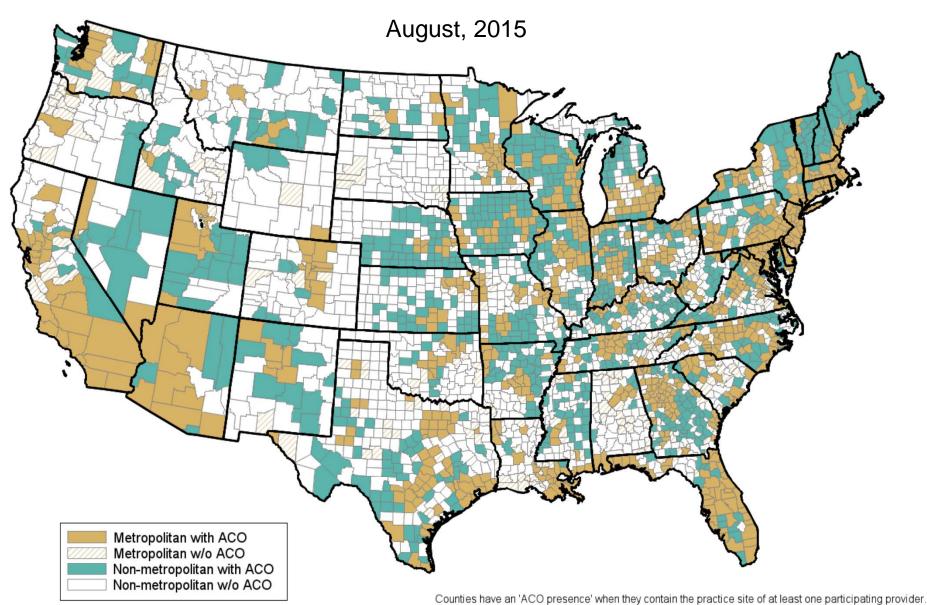
Source: RUPRI, May 11, 2016

County Medicare ACO Presence Continental United States



County Medicare ACO Presence

Continental United States



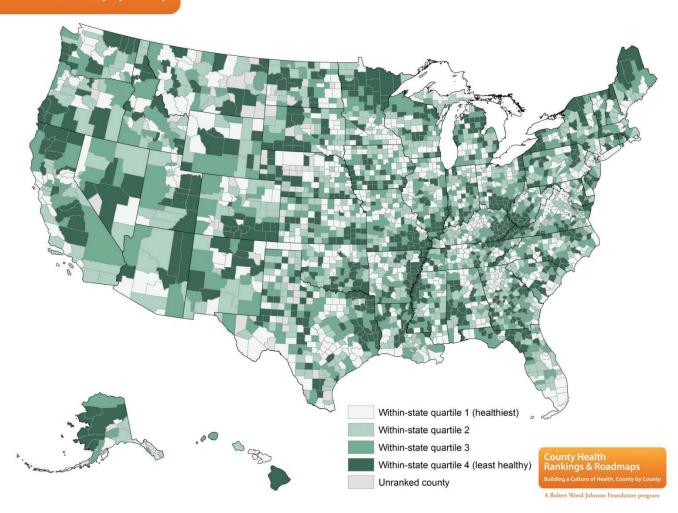
Counties have an 'ACO presence' when they contain the practice site of at least one participating provider. Includes all active CMS ACOs as of August, 2015.

Produced by: RUPRI Center for Rural Health Policy Analysis, 2016.

A Robert Wood Johnson Foundation program

County Health Rankings & Roadmaps

Building a Culture of Health, County by County



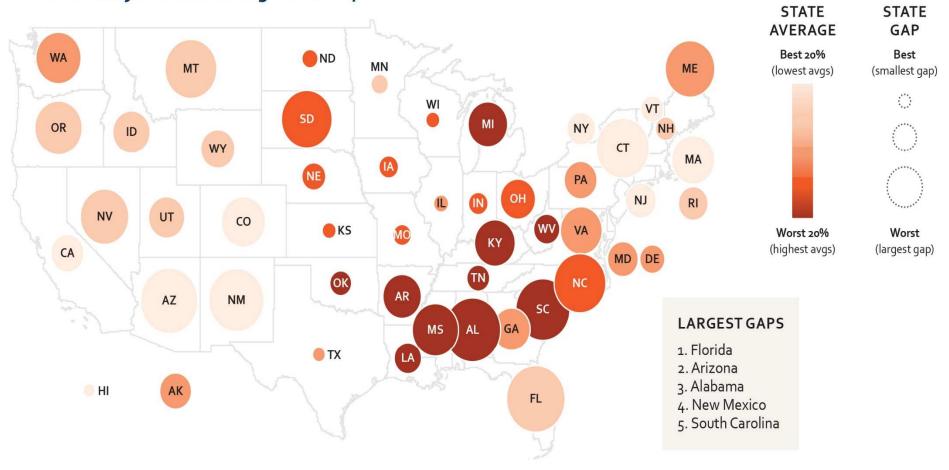
Counties are ranked within states and split into quartiles with equal numbers of counties in each quartile

Adult Obesity Population View



Your voice. Louder.

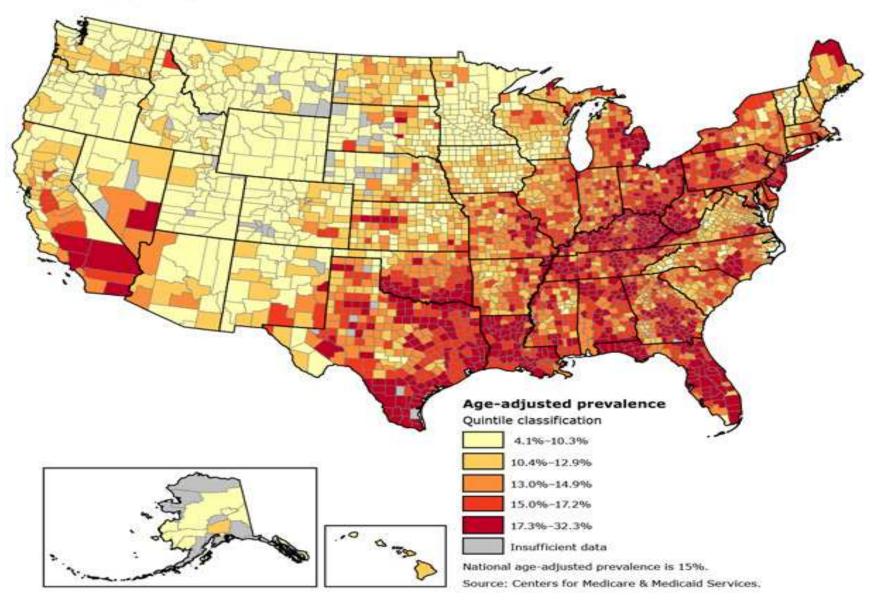
Adult Obesity: State Average and Gap



² In calculating the size of the gaps for each state, we calculated the difference between the best and worst county values for each measure. The best and worst values were represented by the top and bottom 10% of county-level values for a given measure.

Prevalence of Medicare Patients with 6 or more Chronic Conditions

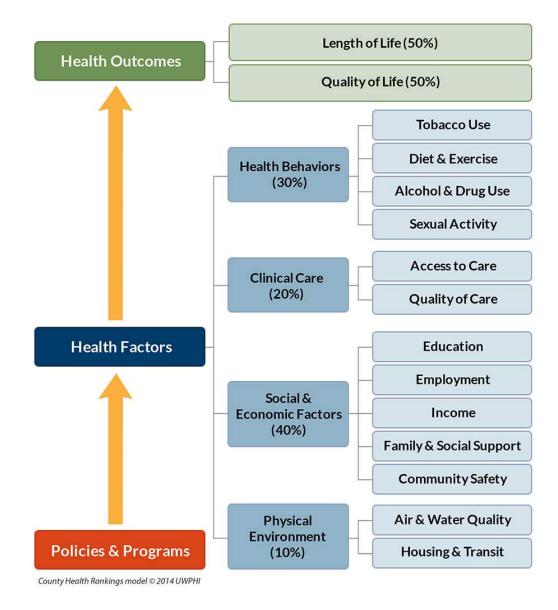
The Prevalence of Medicare Fee-for-Service Beneficiaries 65 Years or Older With 6 or More Chronic Conditions, by County, 2012



County Health Rankings & Roadmaps

Building a Culture of Health, County by County

County
Health
Rankings
Model



Four Stages to Population Health



1. Preparatory

2. Transformational

3. Implementation

4. Expansion

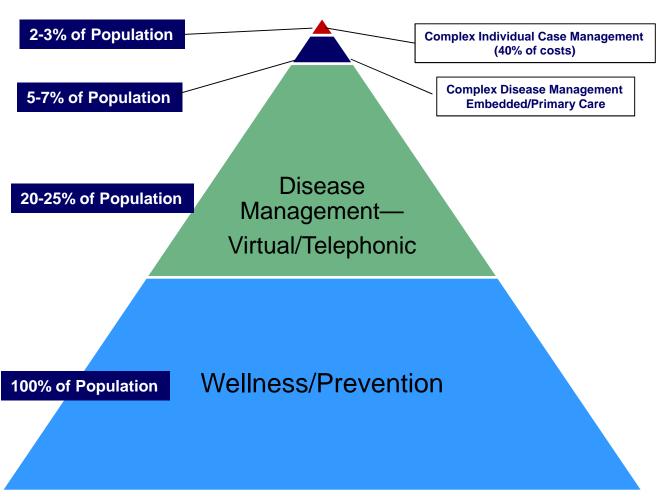
- Education
- Assessment
- Gap Analysis
- Operational Plan
- Primary Care
- PCMH
- Clinical Integration
- Care management network
- Network development
- Health informatics

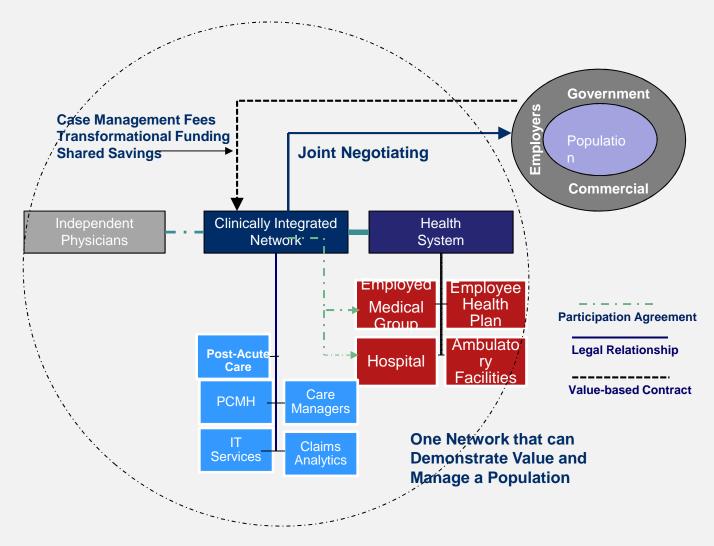
- **Defined population**
- Payor partner
- Post-acute

- Employee health plan
- Commercial arrangement
- Medicare
- Medicaid
- Employer contracting
- Uninsured

Source: Joseph F. Damore, Premier Health Alliance, March, 2015

Care Management: Target Populations





Clinically Integrated Network (CIN)

First Things First



Care Redesign

- **PCMH**
- **Clinical Integration**
- Care Management
- Post-acute Care
- **EHR**
- **Data Analytics**

Care redesign should not outpace

Changes in payment

New Payment Arrangements

- **Care Transformation Costs**
- **Care Management Payments**
- **Shared Savings**
- **Episodes of Care Payments**
- **Global Payments**

Population Health Transformation

Summary



- Rural Can Lead
- Nurses and Clinicians Can Lead in the following areas:

Your voice. Louder.

- Patient Centered Medical Homes
 - My preference: Person Centered Health Homes
- Care Management Programs:
 - High Risk Populations
 - Chronic Disease Management
 - Care Transitions/Post-acute Care
 - Episodes of Care
- Health Information Technology
 - EHR
 - Clinical Informatics
 - Claims Analytics/Predictive Modeling/Big Data
 - Care Management
- Patient Engagement/Satisfaction
- Leadership/Cultural Transformation



THANK YOU

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